

EXTENDING MIDDLE-CLASS TAX CUTS

IT'S THE RIGHT THING TO DO

The President has called on Congress to act now to extend middle-class tax cuts and to not hold our economy and the middle class hostage over additional tax cuts for families making over \$250,000 a year.

PRESIDENT OBAMA'S PROPOSAL TO EXTEND MIDDLE-CLASS TAX CUTS



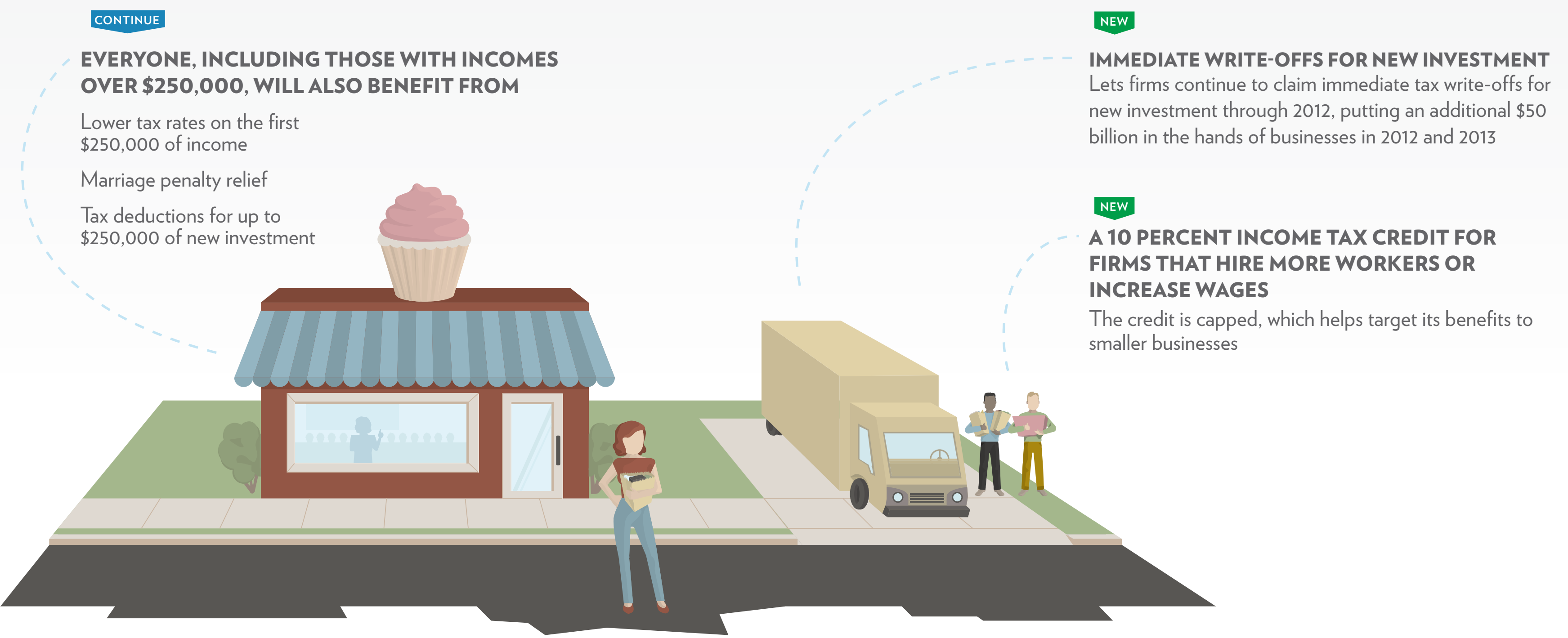
CONTINUING TAX CUTS FOR 98 PERCENT OF AMERICAN FAMILIES

President Obama's plan will make sure the 98 percent of American families with incomes of less than \$250,000 continue to fully benefit from the income tax cuts that are set to expire at the end of 2012.



CONTINUING TAX CUTS FOR 97 PERCENT OF SMALL BUSINESSES

President Obama's plan would continue tax benefits that benefit 97 percent of small business owners. He's also proposed two new tax credits to help businesses hire and grow.



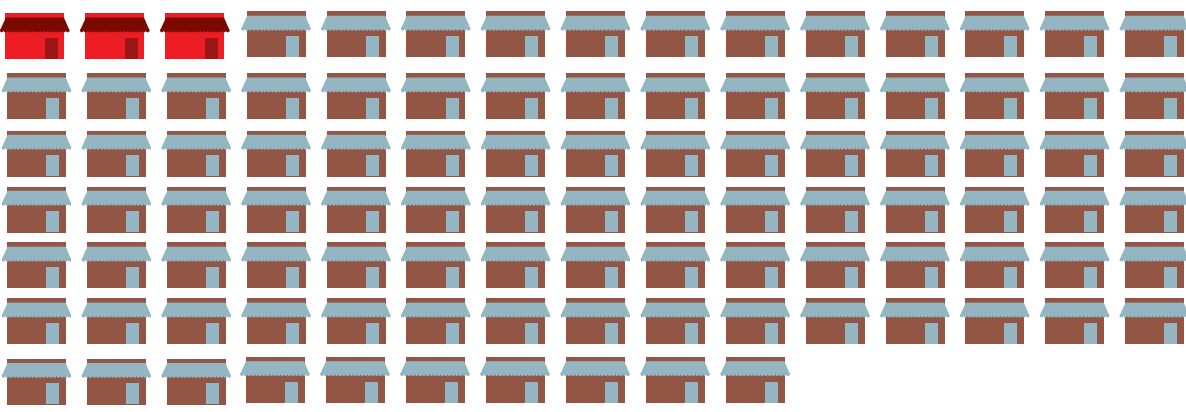
18 TAX CUTS

Since taking office, the President has signed into law 18 tax cuts that help small businesses grow, hire, and invest

The 3 percent of 'small business owners' who would not get continued tax cuts on their income above \$250,000 include high-income professionals and individuals who receive income from businesses that have no employees.

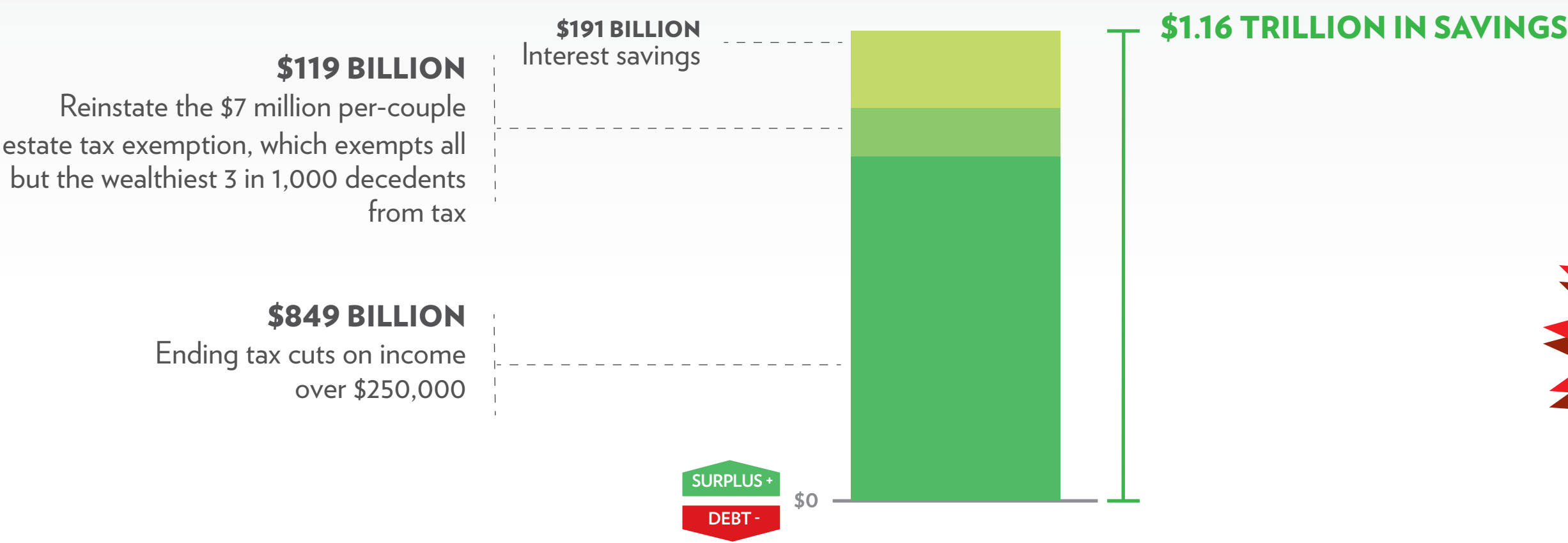
EXAMPLES

- Wealthy individuals whose "small business" is renting out their vacation home or other property
- Law firm partners, hedge fund managers and other highly compensated professionals who organize their businesses as partnerships.



REDUCING THE FEDERAL DEFICIT

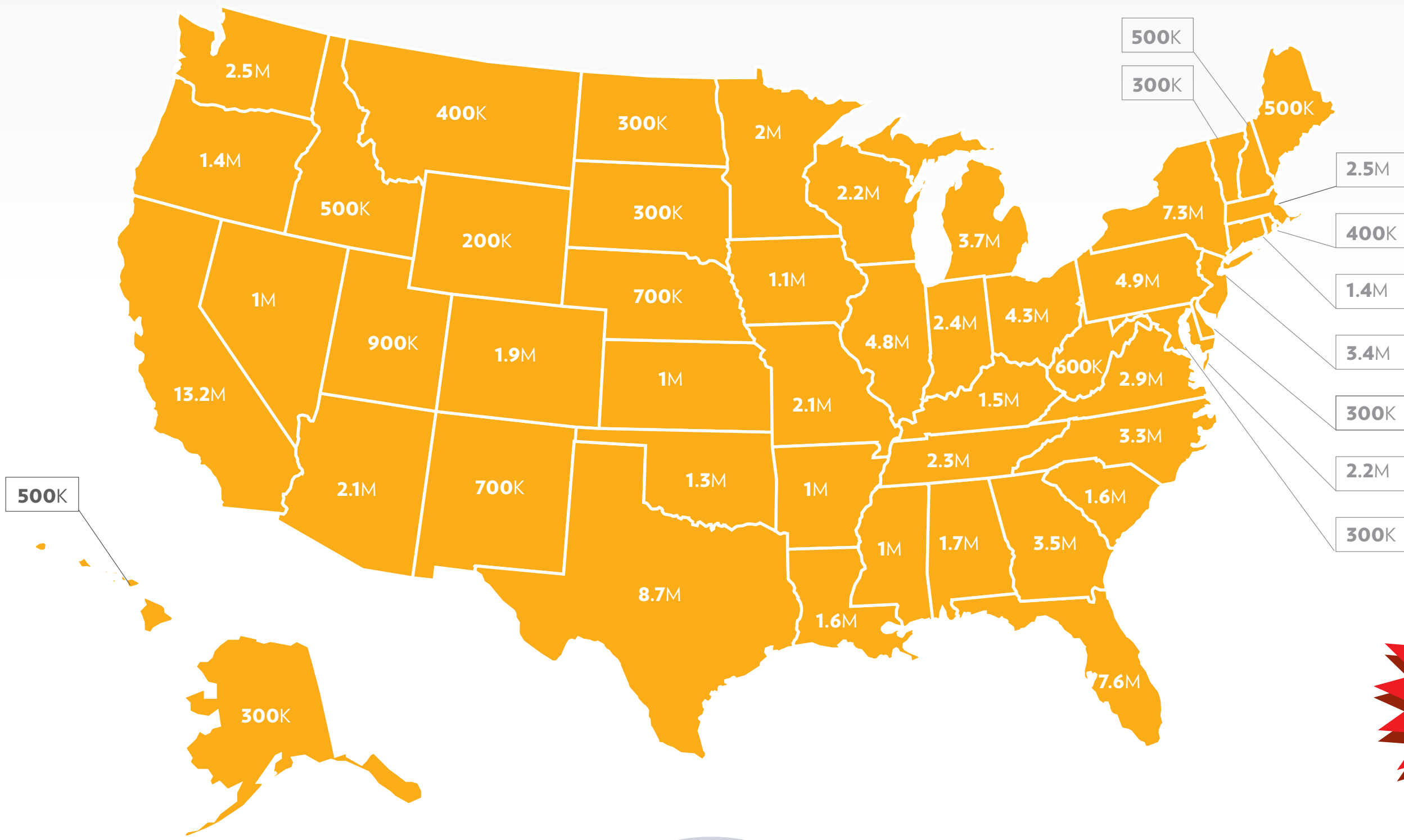
The President's proposal will save almost \$1.16 trillion over the next decade.



Making the high-income tax cuts permanent would add almost \$1.16 trillion to deficits over the next 10 years.

NUMBER OF AMERICAN FAMILIES FACING A TAX INCREASE IF CONGRESS FAILS TO ACT

On January 1, 2013, taxes are scheduled to go up for 114 million middle class families by an average of \$1,600.



The average tax increase would be \$1600

